

HIGH INCOME RETURNS
by **INCOME LEVEL** and **AVERAGE TAX RATE**
Tax Year 2003

Income Levels	Number of Returns		Total Tax Liability (Thousands)	Average Tax Rate' ⁴							
	Non-Taxable	Taxable		Less Than 1.0%	1.0% to 1.9%	2.0% to 2.9%	3.0% to 4.9%	5.0% to 6.9%	7.0% to 8.9%	9.0% and Above ⁵	
I: Adjusted Gross Income (AGI)											
Under \$ 50,000	5,046,296	4,129,454	\$ 1,897,465	7,109,860	1,021,210	536,346	497,781	4,722	4,227	1,604	
50,000 to 100,000	151,654	2,726,060	5,444,012	556,684	649,846	631,729	661,315	375,178	2,851	112	
100,000 to 200,000	5,779	1,185,033	7,272,349	19,020	43,792	125,254	573,998	361,791	66,643	313	
200,000 and over	1,801	378,273	15,760,397	3,262	1,503	3,655	25,671	159,533	175,485	10,967	
Total	5,205,530	8,418,820	\$ 30,374,222	\$ 7,541,549	\$ 1,735,090	\$ 1,310,991	\$ 1,842,079	\$ 900,790	\$ 234,107	\$ 10,978	
II: AGI Plus Tax Preference Income ¹											
Under \$ 50,000	5,046,296	4,129,454	\$ 1,897,522	7,109,837	1,021,210	536,366	497,781	4,722	4,227	1,606	
50,000 to 100,000	151,653	2,725,800	5,443,782	556,484	649,845	631,710	661,295	375,157	2,851	112	
100,000 to 200,000	5,775	1,184,591	7,264,441	19,229	43,792	125,264	574,178	361,157	66,434	311	
200,000 and over	1,806	378,976	15,768,477	3,288	1,572	3,857	25,867	160,019	175,366	10,812	
Total	5,205,530	8,418,821	\$ 30,374,222	\$ 7,688,838	\$ 1,716,419	\$ 1,297,197	\$ 1,759,121	\$ 901,055	\$ 248,878	\$ 12,841	
III: AGI Less Investment Interest ²											
Under \$ 50,000	5,047,195	4,130,497	\$ 1,898,635	7,110,918	1,021,449	536,405	498,346	4,742	4,227	1,605	
50,000 to 100,000	151,503	2,727,171	5,450,800	555,785	649,941	631,216	662,698	376,030	2,890	113	
100,000 to 200,000	5,180	1,184,227	7,276,567	18,461	43,285	124,828	572,625	362,627	67,266	316	
200,000 and over	1,653	376,925	15,748,222	2,962	1,390	3,345	24,530	158,198	176,058	12,094	
Total	5,205,531	8,418,820	\$ 30,374,222	\$ 7,688,126	\$ 1,716,065	\$ 1,295,794	\$ 1,758,199	\$ 901,597	\$ 250,441	\$ 14,128	
IV: Expanded Income ³											
Under \$ 50,000	5,047,193	4,130,497	\$ 1,898,692	7,110,894	1,021,449	536,425	498,346	4,742	4,227	1,607	
50,000 to 100,000	151,501	2,726,923	5,450,586	555,582	649,953	631,197	662,678	376,010	2,890	113	
100,000 to 200,000	5,177	1,183,773	7,268,716	18,659	43,285	124,838	572,788	362,009	67,057	314	
200,000 and over	1,659	377,626	15,756,229	2,990	1,457	3,549	24,717	158,701	175,966	11,906	
Total	5,205,530	8,418,819	\$ 30,374,222	\$ 7,688,125	\$ 1,716,144	\$ 1,296,009	\$ 1,758,529	\$ 901,462	\$ 250,140	\$ 13,940	

1 Tax preference income is reported on Form FTB Schedule P and includes: excluded portion of capital gains; accelerated depreciation in excess of straight line; excess depletion, and several other statutory amounts.

2 Interest paid on borrowed money used for capital Investments, other than mortgages.

3 Expanded income is adjusted gross income plus tax preference income less investment expenses.

4 Average tax rate is the net tax divided by the income, as defined in the income concept.

5 These returns with an average tax rate equal to or greater than 9% of the income concept used have either alternative minimum tax or the tax on accumulation distributions. See Revenue and Taxation Code Section 17062-17066 for alternative minimum tax or Sections 17731-17839 for rules relating to estates, trusts, beneficiaries, and decedents.

HIGH INCOME RETURNS
BY INCOME LEVEL TYPE and AVERAGE TAX LIABILITY
Tax Year 2003

Income Levels	Number of Returns			Total Tax Liability (Thousands)	Average Tax Liability				
	Total	Non-Taxable	Taxable		Under \$1,000	\$1,000 Under \$2,000	\$2,000 Under \$6,000	\$6,000 and Over	
I: Adjusted Gross Income (AGI)									
Under \$ 50,000	9,175,750	5,046,296	4,129,454	\$ 1,897,465	3,532,185	512,000	84,811	457	
50,000 to 100,000	2,877,714	151,654	2,726,060	5,444,012	748,163	765,483	1,189,135	23,279	
100,000 to 200,000	1,190,812	5,779	1,185,033	7,272,349	10,455	32,265	600,397	541,917	
200,000 and over	380,074	1,801	378,273	15,760,397	537	426	2,594	374,716	
Total	13,624,349	5,205,530	8,418,820	\$ 30,374,222	\$ 4,291,340	\$ 1,310,174	\$ 1,876,937	\$ 940,369	
II: AGI Plus Tax Preference Income ¹									
Under \$ 50,000	9,175,749	5,046,296	4,129,454	\$ 1,897,522	3,532,186	511,986	84,811	470	
50,000 to 100,000	2,877,453	151,653	2,725,800	5,443,782	747,943	765,483	1,189,095	23,279	
100,000 to 200,000	1,190,366	5,775	1,184,591	7,264,441	10,654	32,279	600,427	541,231	
200,000 and over	380,782	1,806	378,976	15,768,477	557	426	2,605	375,389	
Total	13,624,349	5,205,530	8,418,821	\$ 30,374,222	\$ 4,291,340	\$ 1,310,174	\$ 1,876,938	\$ 940,369	
III: AGI Less Investment Interest ²									
Under \$ 50,000	9,177,692	5,047,195	4,130,497	\$ 1,898,635	3,532,641	512,563	84,833	460	
50,000 to 100,000	2,878,673	151,503	2,727,171	5,450,800	747,731	765,389	1,190,771	23,280	
100,000 to 200,000	1,189,407	5,180	1,184,227	7,276,567	10,497	31,809	598,915	543,006	
200,000 and over	378,578	1,653	376,925	15,748,222	471	413	2,418	373,623	
Total	13,624,349	5,205,531	8,418,820	\$ 30,374,222	\$ 4,291,340	\$ 1,310,174	\$ 1,876,937	\$ 940,369	
IV: Expanded Income ³									
Under \$ 50,000	9,177,690	5,047,193	4,130,497	\$ 1,898,692	3,532,642	512,549	84,833	473	
50,000 to 100,000	2,878,424	151,501	2,726,923	5,450,586	747,510	765,403	1,190,730	23,280	
100,000 to 200,000	1,188,951	5,177	1,183,773	7,268,716	10,698	31,809	598,946	542,321	
200,000 and over	379,285	1,659	377,626	15,756,229	489	413	2,429	374,295	
Total	13,624,349	5,205,530	8,418,819	\$ 30,374,222	\$ 4,291,339	\$ 1,310,174	\$ 1,876,938	\$ 940,369	

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2 Interest paid on borrowed money used for capital Investments, other than mortgages.

3 Expanded income is adjusted gross income plus tax preference income less investment expenses.